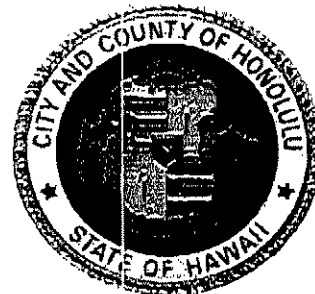


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#### General Comments:

I believe the general outline is a good one, and that the planned simulations on the various options will yield some interesting insight. Certainly I hope so.

Item #21;

Waste to Energy offers Hawaii a set of unique opportunities for renewable energy:

- a) Landfill space is at a great premium – thus the reduction of this requirement with Waste to Energy offers an incentive to the community. We are all going to pay for the cost of waste disposal.
- b) Each ton of Municipal Solid Waste which is combusted in Hawaii produces roughly the same energy as 60 gallons of oil produces.
- c) We already have the Municipal Solid Waste here, thus we don't have to import it.
- d) Hawaii needs the electrical energy that is produced.

[I could be a knowledgeable participant in any panel discussion involving Waste to Energy, including various technologies]

Item #29;

We need more sensitivity to the issue of overhead costs in the utility area. Any rate base which rewards the Utility for what it spends must incorporate a host of detailed reviews, perhaps more than is possible to do.

Items # 40; 46; and 53; No comments

Item # 58;

Post-It® Fax Note	7671	Date	11/4/04	# of pages	2
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## H-POWER

We need a performance based rate (PBR) that rewards what we want; and punishes what we don't want. This becomes very complicated and difficult to achieve in the practical world. We need a system that provides an incentive to the utility company to reduce their operating costs while at the same time provides sufficient incentives to maintain reliable power delivery. At the same time we need to encourage the development of every practical energy saving scheme that we can devise. Again this becomes complex since the utility is in the business of selling power, not efficiency. Further, since here in Hawaii we are blessed with plenty of sun for heating hot water, and for clothes drying, we need to encourage these and remove all the barriers to them. Those community rules which prohibit solar clothes dryers (Clothes lines where you hang the wash out) need to be eliminated. This will certainly require legislation, and it should be sought.